

BEGIN NOV 29, 1959

30.24- 9353

A26

RED CHINESE BUDGET (500)
BY BOB UCHIMA

TOKYO, NOV. 29 (AP)-RED CHINA TODAY ACCUSED THE U.S. CONSULATE GENERAL IN BOMBAY OF KIDNAPING ONE OF CHINA'S CONSULAR STAFF, HOLDING HIM FOR 20 HOURS AND FORCING HIM TO MAKE A STATEMENT AGAINST HIS WILL.

PEIPING WAS REPLYING TO WASHINGTON'S CHARGE THAT A U.S. MARINE OF THE BOMBAY CONSULATE GENERAL STAFF WAS ABDUCTED AND BEATEN IN THE CHINESE CONSULATE FRIDAY AFTER HE SHOWED UP THERE WITH THE CHINESE.

THE CHINESE WAS IDENTIFIED BY PEIPING AS CHANG CHIEN-YU, A MEMBER OF THE RED CHINESE CONSULATE GENERAL STAFF IN BOMBAY. THE UNITED STATES HAS IDENTIFIED HIM AS CHANG CHIEN-YUH, A MEMBER OF RED CHINA'S EXPORT-IMPORT CORP. THE U.S. EMBASSY SAID HE ASKED FOR ASYLUM IN THE UNITED STATES, THEN CHANGED HIS MIND.

THE UNITED STATES FILED A STRONG PROTEST WITH INDIA YESTERDAY, SAYING IN ABDUCTION OF SGT. ROBERT ARMSTRONG, 34, OF LOS ANGELES, WAS "A HIGH-HANDED VIOLATION OF THE PERSONAL RIGHTS OF A UNITED STATES CITIZEN."

A SPOKESMAN FOR THE RED CHINESE FOREIGN MINISTRY IN A STATEMENT BROADCAST BY RADIO PEIPING, SAID THE STATE DEPARTMENT "REVERSED RIGHT AND WRONG AND FALSELY ACCUSED OTHER PEOPLE. I AM AUTHORIZED TO VOICE A SERIOUS PROTEST AGAINST THIS."

IN WASHINGTON THE STATE DEPARTMENT DECLINED TO COMMENT ON THE PEIPIING BROADCAST.

RADIO PEIPIING GAVE THIS VERSION OF THE CASE IT IS EXPECTED TO LAY BEFORE THE INDIAN GOVERNMENT IN NEW DELHI:

CHANG "WAS KIDNAPED BY PERSONNEL OF THE UNITED STATES CONSULATE GENERAL IN BOMBAY AT AROUND 11 A.M. ON NOV. 26 AND WAS DETAINED IN THE U.S. CONSULATE GENERAL AND ITS BUILDING AT THE BOMBAY BEACH HOR AS LONG AS 20 HOURS, UNTIL THE FOLLOWING DAY.

"DURING THIS PERIOD, BY APPLYING SERIOUS THREATS AND CRUDE PRESSURE, THE PERSONNEL OF THE U.S. CONSULATE GENERAL FORCED CHANG CHIEN-YU TO MAKE A STATEMENT AGAINST HIS WILL.

"AT 7 A.M. ON THE 27TH WHEN THE AMERICAN KIDNAPERS WERE TAKING CHANG CHIEN-YU TO BOMBAY CITY BY CAR AND PASSING THE VICINITY OF THE CHINESE CONSULATE GENERAL, CHANG CHIEN-YU MANAGED TO ESCAPE AND RAN BACK TO THE CHINESE CONSULATE GENERAL.

"THEREUPON, THE PERSONNEL OF THE U.S. CONSULATE GENERAL ESCORTING HIM IMMEDIATELY CHASED HIM WITH KNIFE IN HAND.

"THIS WAS DISCOVERED BY OTHER PERSONNEL. THE CHINESE CONSULATE GENERAL WHO, WHILE STOPPING THE AMERICAN FROM CARRYING OUT HIS CRIMINAL INTENTION AND PROTECTING CHANG CHIEN-YU, INFORMED THE INDIAN POLICE AUTHORITIES IN BOMBAY BY TELEPHONE. SOON AFTER, THE BOMBAY POLICE AUTHORITIES DISPATCHED PERSONS WHO TOOK AWAY THE AMERICAN."

THE U.S. VERSION IS THAT ARMSTRONG WAS HELD FOR SIX HOURS, BOUND, BEATEN AND QUESTIONED AND WAS RELEASED ONLY WHEN INDIAN POLICE ARRIVED.

THE U.S. EMBASSY'S ACCOUNT RUNS LIKE THIS:

CHANG ASKED FOR ASYLUM AND WAS TAKEN TO A BEACH COTTAGE AT JUHU OVERNIGHT THURSDAY BECAUSE HE EXPRESSED FEAR FOR HIS SAFETY. ARMSTRONG WENT ALONG AS HIS ESCORT.

FRIDAY MORNING CHANG ASKED TO BE RETURNED TO THE U.S. CONSULATE GENERAL TO OBTAIN AN IMPORTANT KEY HE LEFT BEHIND. BUT INSTEAD THE TAXI IN WHICH HE AND ARMSTRONG WAS RIDING STOPPED NEAR THE CHINESE CONSULATE GENERAL.

CHANG STARTED TO LEAVE THE TAXI WITH A TAPE RECORDING OF HIS STATEMENT ASKING ASYLUM. WHEN ARMSTRONG TRIED TO SEIZE THE RECORDING CHANG SHOUTED TO HIS COUNTRYMEN INSIDE THE COMPOUND. SIX OF THEM RAN OUT, SURROUNDED THE TAXI, SEIZED ARMSTRONG AND DRAGGED HIM INSIDE.

IN BOMBAY, THERE WAS SPECULATION THE RED CHINESE CONSULATE USED CHANG AS A LURE. THE INDEPENDENT FREE PRESS JOURNAL OF CALCUTTA SAID

CHANG HAS NOW BEEN WHISKED OUT OF BOMBAY, PRESUMABLY BY CHINESE CONSULAR OFFICIALS, TO AN UNKNOWN DESTINATION.
MG/WH/RA119PES

A28

KHRUSHCHEV BUDGET (350)
BY ANTHONY PEARCE

BUDAPEST, HUNGARY, NOV. 29 (AP)-PREMIER NIKITA KHRUSHCHEV ARRIVED TODAY TO ATTEND THE FIRST FULL-SCALE CONGRESS OF THE HUNGARIAN COMMUNIST PARTY SINCE THE 1956 ANTI-SOVIET UPRISING.

THE CONGRESS OPENING TOMORROW IS SCHEDULED TO DISCUSS THE UPRISING THAT WAS CRUSHED BY SOVIET TANKS. KHRUSHCHEV IS EXPECTED TO MAKE AN IMPORTANT SPEECH SOME TIME BEFORE THE SESSIONS END THURSDAY.

WESTERN SOURCES SPECULATED KHRUSHCHEV MIGHT ANNOUNCE WITHDRAWAL OF ALL OR PART OF THE 50,000 TO 80,000 SOVIET TROOPS STILL IN HUNGARY. THEY FEEL THE SOVIET LEADER, IN HIS CURRENT PEACEFUL COEXISTENCE CAMPAIGN, WOULD LIKE TO PULL OUT HIS TROOPS AND THAT THE HUNGARIAN GOVERNMENT WOULD GAIN IN POPULARITY. THE GOVERNMENT NOW SEEMS FIRMLY ENTRENCHED. THERE APPEARS LITTLE LIKELIHOOD OF THE POPULATION GIVING TROUBLE AGAIN. FAR MORE CONSUMER GOODS ARE AVAILABLE NOW THAN IN 1956 AND THE LIVING STANDARD IS RISING.

KHRUSHCHEV BROUGHT WITH HIM HIS WIFE, NINA, WHO MADE A HIT IN THE UNITED STATES ON THEIR VISIT THERE THIS FALL.

AS KHRUSHCHEV APPEARED IN THE DOORWAY OF THE SLEEK, TU-104 JET AIR-LINER, A CROWD OF ABOUT 500 BROKE INTO ENTHUSIASTIC APPLAUSE.

KHRUSHCHEV DOFFED HIS HAT AND WAVED IT. COMMUNIST PARTY CHIEF JANOS KADAR STEPPED FORWARD TO GREET KHRUSHCHEV. THE SOVIET LEADER EMBRACED HIM AND PLANTED KISSES ON BOTH CHEEKS.

THERE WAS NO BAND AND NO GUARD OF HONOR. BUT LITTLE HUNGARIAN GIRLS, DRESSED IN THE UNIFORM OF YOUTH PIONEERS, PRESENTED KHRUSHCHEV AND HIS WIFE BOUQUETS OF RED ROSES. MR. AND MRS. KHRUSHCHEV THEN WALKED ALONGSIDE THE CROWD TO CLAPPING AND CHEERING. THE SOVIET LEADER BEAMED.

HUNGARIAN OFFICIALS ASSEMBLED AT THE AIRPORT INCLUDED PREMIER FERENC MUENNICH, DEPUTY PARTY LEADER GYOERGY MAROSAN AND FOREIGN MINISTER ENDRE SIK.

THE KHRUSHCHEV PARTY THEN DROVE AWAY IN A MOTORCADE OF SHINING LIMOUSINES TO THE GOVERNMENT'S GUEST HOUSE, A HILLSIDE VILLA IN THE BUDA SECTION OF THE HUNGARIAN CAPITAL. SECURITY PRECAUTIONS FOR THE SOVIET LEADER'S VISIT WERE IN CONSPICUOUS AND RELAXED.

THE VISIT HAD BEEN KEPT SECRET LOCALLY. NEITHER NEWSPAPERS NOR BUDAPEST RADIO HAD GIVEN THE LOCAL POPULATION ANY INDICATION THAT HE WAS COMING. NO OFFICIAL ANNOUNCEMENT OF ANY SORT HAS BEEN MADE.

--DASH--

A29

MOSCOW, NOV. 29 (AP)-PREMIER NIKITA KHRUSHCHEV ADDRESSED A CONVENTION OF BUILDERS OF ELECTRIC POWER STATIONS YESTERDAY BEFORE TAKING OFF FOR BUDAPEST. MOSCOW RADIO REPORTED KHRUSHCHEV SPOKE FOR 1 1/2 HOURS AND WAS APPLAUDED FREQUENTLY BUT GAVE NO HINT OF WHAT HE SAID.

KHRUSHCHEV RETURNED TO MOSCOW FRIDAY FROM GAGRA ON THE BLACK SEA COAST, WHERE HE HAD BEEN RESTING FOR 10 DAYS.

HIS VISIT TO BUDAPEST COINCIDES WITH THE RAISING ANEW OF THE QUESTION OF THE HUNGARIAN UPRISING OF 1956 IN THE UNITED NATIONS GENERAL ASSEMBLY. KHRUSHCHEV RECENTLY UPBRAIDED THE WESTERN POWERS FOR CRITICIZING SOVIET AID IN PUTTING DOWN THE REBELLION. HE SAID THE HUNGARIAN PEOPLE WERE HAPPY ABOUT THE RUSSIAN GESTURE AND ABOUT THEIR RELATIONSHIP WITH THE SOVIET UNION.

RA126PES

A10

MOSCOW, NOV. 29 (AP)-PRAVDA AND IZVESTIA DEVOTED A FULL PAGE OF THEIR SUNDAY EDITIONS TO EXCERPTS FROM A NEW BOOK ENTITLED "FACE TO FACE WITH AMERICA." THE BOOK IS A COMPILATION OF 12 CHAPTERS BY 12 CORRESPONDENTS WHO ACCOMPANIED PREMIER NIKITA KHRUSHCHEV TO THE UNITED STATES IN SEPTEMBER.

ONE OF THE AUTHORS IS THE PREMIER'S SON-IN-LAW, ALEXEI ADZHUBEI, EDITOR OF IZVESTIA, THE GOVERNMENT NEWSPAPER. THE PUBLISHED EXCERPTS ARE GENERALLY FRIENDLY IN TONE AND CONTAIN A NUMBER OF INCIDENTS NOT PREVIOUSLY REPORTED IN THE SOVIET UNION, INCLUDING THE STRUGGLE WITH NEWSPAPERmen AT THE IOWA FARM OF ROSWELL GARST.

GG1211PES

A174

NYC OUT (100)
FIRST LEAD BANG-JENSEN

NEW YORK, NOV. 29 (AP)-INVESTIGATORS RULED THE DEATH OF FORMER UNITED NATIONS DIPLOMAT PØVL BANG-JENSEN A SUICIDE TODAY AND MARKED THE CASE CLOSED. BUT A SMALL GROUP OF HUNGARIAN REFUGEES STAGED A DEMONSTRATION TO SHOW THEY THINK IT WAS MURDER.

BANG-JENSEN'S BODY WAS FOUND IN A QUEENS PARK THANKSGIVING DAY ALONG WITH A PISTOL AND FAREWELL NOTE TO HIS WIFE.

"THIS WAS A DEFINITE SUICIDE DUE TO THE LOSS OF HIS JOB, PRESTIGE AND POSITION," QUEENS DIST. ATTY. FRANK D. O'CONNOR DECLARED TODAY. HE SAID THE CASE WAS CLOSED.

IN FRONT OF THE RUSSIAN DIPLOMATIC HEADQUARTERS IN MANHATTAN, DEMONSTRATORS CARRIED SIGNS BLAMING COMMUNISTS FOR THE DEATH.

"MOSCOW PRESSED THE TRIGGER ON BANG-JENSEN," READ ONE OF THE PLACARDS CARRIED OUTSIDE THE PARK AVENUE HEADQUARTERS OF THE SOVIET DELEGATION TO THE U.N.

THE DANISH-BORN U.N. EMPLOYEE WAS FIRED AFTER HE REFUSED TO RELEASE TO HIS SUPERIORS A LIST OF HUNGARIAN REFUGEES WHO HAD GIVEN TESTIMONY ABOUT THE HUNGARIAN REVOLUTION. HE SAID HE FEARED COMMUNISTS MIGHT GAIN ACCESS TO THE NAMES AND TAKE REPRISALS.

ONE HUNDRED AND FORTY MEMBERS OF THE FEDERATION OF HUNGARIAN FORMER POLITICAL PRISONERS TOOK PART IN THE HOUR-LONG DEMONSTRATION. SOME WENT FROM THE SOVIET HEADQUARTERS TO THE CROYDON HOTEL TO PICKET, BECAUSE JANOS PETER, CHIEF U.N. DELEGATE FROM COMMUNIST HUNGARY, WAS STAYING THERE.

BOTH DEMONSTRATIONS BROKE UP WITHOUT INCIDENT.

JRG/APP/EE

A132WX

(380). WASHINGTON, NOV. 29 (AP)-MAJ. GEN. JOHN B. MEDARIS SAID TODAY JUST UNDER A BILLION DOLLARS HAS GONE INTO DEVELOPMENT OF THE NIKE-ZEUS ANTI-MISSILE MISSILE BUT HE CAN'T SAY WHETHER OR WHEN IT WILL GO INTO PRODUCTION.

THE RETIRING CHIEF OF THE ARMY'S MISSILE DEVELOPMENT PROGRAM SAID THE WEAPON "COULD GO INTO THE BEGINNINGS OF PRODUCTION NOW" AND THE ARMY HAS RECOMMENDED IT FOR PRODUCTION. BUT, HE ADDED, MUCH

TIME AND A VERY GREAT DEAL OF MONEY WOULD BE REQUIRED TO GET IT INTO ACTUAL PRODUCTION IF AND WHEN THE RECOMMENDATION IS APPROVED. AND, HE ACKNOWLEDGED, "IT (PRODUCTION) WOULD BE A GAMBLE."

THE NIKE-ZEUS, FIRST TEST-FIRED IN OCTOBER AT WHITE SANDS MISSILE RANGE IN NEW MEXICO, HAS BEEN A SUBJECT OF INTER-SERVICE CONTROVERSY OVER WHETHER IT IS THE WEAPON ON WHICH THE UNITED STATES SHOULD PLACE ITS MAIN RELIANCE AS A DEFENSE AGAINST MISSILES.

IN ADDITION TO THE BILLION-DOLLAR DEVELOPMENT COST MENTIONED BY MEDARIS, IT HAS BEEN ESTIMATED IT WOULD COST 13 BILLION DOLLARS TO PRODUCE THE NIKE-ZEUS IN QUANTITY AND SET UP A LAUNCHING SYSTEM OVER A FIVE-YEAR PERIOD.

DECISION ON WHETHER TO GO AHEAD IS EXPECTED NOT LATER THAN NEXT APRIL.

APPEARING ON A TELEVISION PROGRAM (NBC-MEET THE PRESS), MEDARIS IN REPLY TO A QUESTION ABOUT THE FUTURE OF THE MANNED BOMBER SAID "FOUR TO FIVE YEARS WILL SEE IT IN A SECONDARY ROLE" IN THE NATION'S MILITARY SET-UP. HE SAID THIS IS SO LARGELY BECAUSE DEVELOPMENT OF GUIDED MISSILES AS ANTI-AIRCRAFT WEAPONS HAS MADE MANNED PLANES TOO VULNERABLE. HE ADDED THAT BOMBERS WOULD NOT BE ENTIRELY PHASED OUT OF THE DEFENSE SET-UP IN FIVE YEARS BUT PROBABLY WOULD BE ONLY MARGINALLY USEFUL.

MEDARIS, WHO RETIRES FROM ACTIVE SERVICE JAN. 31 AFTER FOUR YEARS IN COMMAND OF THE ARMY BALLISTIC MISSILE AGENCY AT HUNTSVILLE, ALA., SIDESTEPPED ANY OPEN CRITICISM OF THE PRESENT MISSILE AND SPACE PROGRAM BUT HINTED HE MIGHT HAVE MORE TO SAY LATER. SPECIFICALLY, WHEN ASKED IF HE WOULD NAME PROJECTS HE FEELS SHOULD BE DROPPED FROM THE PROGRAM HE SAID HE WOULD HAVE SUCH A LIST "IN DUE COURSE-- BUT NOT NOW."

HE SAID ALSO THAT IN HIS RETIREMENT HE HOPES "TO BE ABLE TO DEVOTE SOME EFFORT . . . TO THINGS I BELIEVE IN" AND INDICATED THIS WOULD INCLUDE SOME DISCUSSION OF EDUCATION. EARLIER, HE HAD REPEATED HIS CONVICTION THAT "WE MUST GET OUT OF THE SECONDARY SCHOOLS" THOSE THINGS WHICH SHOULD BE TAUGHT IN THE HOME AND IN CHURCH IN ORDER TO MAKE WAY FOR MORE INSTRUCTION IN BASIC SCIENCE.

MEDARIS REITERATED HIS RETIREMENT IS NOT DUE TO ANY RESENTMENT OF OVER-ALL POLICY OR HIS PERSONAL TREATMENT BY HIS SUPERIORS. ALONG THIS LINE, IN RESPONSE TO QUERIES AS TO WHETHER HE HAD EVER BEEN TOLD TO CURB HIS STATEMENTS ON THE MISSILES PROGRAM, THE GENERAL REPLIED, FIRMLY:

"I HAVE NOT BEEN TOLD TO SHUT UP BY ANYBODY."

CZ8PES

A30

BRITISH-EGYPTIAN BUDGET (260)

BY COLIN FROST

LONDON, NOV. 29 (AP)-BRITAIN AND EGYPT WILL RESTORE DIPLOMATIC RELATIONS THIS WEEK AND WRITE AN OFFICIAL END TO THEIR SUEZ QUERREL, RESPONSIBLE SOURCES REPORTED TODAY.

BARRING LAST MINUTE SNAGS, INFORMANTS SAID, FORMAL ANNOUNCEMENTS OF RENEWED RELATIONS WILL BE MADE IN CAIRO AND LONDON TUESDAY.

AS A FIRST STEP, THE TWO COUNTRIES WILL EXCHANGE DIPLOMATIC MISSIONS, HEADED BY A CHARGE D'AFFAIRES. AMBASSADORS WILL BE NOMINATED LATER.

THE TWO COUNTRIES BROKE OFF RELATIONS IN 1956 AFTER THE BRITISH-FRENCH-ISRAELI INVASION OF EGYPT. THE FIRST MOVES TOWARD PATCHING UP STARTED EARLY THIS YEAR.

A BRITISH-EGYPTIAN FINANCIAL ARRANGEMENT SETTLED THE CLAIMS AND COUNTER CLAIMS THAT SPRANG FROM EGYPT'S NATIONALIZATION OF THE CANAL AND THE BRITISH MILITARY ACTION. THEN CAME A SERIES OF UNOFFICIAL CONTACTS BETWEEN EGYPTIAN MINISTERS AND COMMONWEALTH DIPLOMATS IN CAIRO AIMED AT GETTING THE RESPECTIVE DIPLOMATIC MISSIONS REOPENED.

A FORECAST THAT RELATIONS WILL BE RESTORED TUESDAY CAME FROM TWO CAIRO NEWSPAPERS, AL AHRAM AND AL GUMHURIYA. BOTH PAPERS HAVE CLOSE CONTACTS WITH THE EGYPTIAN GOVERNMENT.

AN OFFICIAL U.A.R. SOURCE IN CAIRO LATER CONFIRMED THE PRESS REPORTS. BY RESTORING RELATIONS WITH EGYPT, BRITAIN WILL IN FACT GIVE DIPLOMATIC RECOGNITION FOR THE FIRST TIME TO THE UNITED ARAB REPUBLIC. THE U.A.R. AMALGAMATION OF EGYPT AND SYRIA CAME INTO BEING AFTER SUEZ.

BRITAIN ALSO HAS OPENED TALKS AIMED AT RESTORING RELATIONS WITH SAUDI ARABIA BUT BRITISH SOURCES SAY THEY REGARD AS PREMATURE MID-EAST NEWS REPORTS THAT RELATIONS WITH SAUDI ARABIA ALSO WILL BE REINSTATED TUESDAY.

DURING THE SUEZ CRISIS EGYPT BROKE WITH AUSTRALIA AND FRANCE AS WELL AS BRITAIN. RELATIONS WITH AUSTRALIA WERE RESUMED LAST MONTH BUT NO MOVE TOWARD A RESUMPTION WITH FRANCE SO FAR HAS BEEN REPORTED.

RA/WH132PES

A85

(280)

BY HERB ALTSCHULL

BONN, GERMANY, NOV. 29 (AP)-WEST GERMAN FEARS THAT THE WEST IS WEAKENING IN ITS RESOLVE TO STICK TO A TOUGH POLICY ON BERLIN BROKE INTO THE OPEN TODAY IN A DECLARATION BY A GROUP OF INFLUENTIAL FOLLOWERS OF CHANCELLOR KONRAD ADENAUER.

THIS GROUP, WHICH CALLS ITSELF THE COMMITTEE FOR PROTECTION OF FREEDOM, DECLARED IT SAW "AN EVER-INCREASING TENDENCY TO WORK OUT A COMPROMISE BETWEEN WEST AND EAST AT THE COST OF KEEPING GERMANY DIVIDED AND AT THE COST OF THE FREEDOM OF BERLIN."

THE COMMITTEE SAID THIS TENDENCY ALSO THREATENED TO HAVE THE WESTERN POWERS "ABANDON THE OPPRESSED PEOPLE OF THE EAST."

AMONG THE MEMBERS OF THE COMMITTEE ARE TWO KEY ADENAUER AIDES, DEFENSE MINISTER FRANZ JOSEF STRAUSS AND INTERIOR MINISTER GERHARD SCHROEDER. THESE TWO MEN ARE HIGH ON THE LIST OF POTENTIAL SUCCESSORS TO ADENAUER.

THE COMMITTEE'S DECLARATION, ISSUED AT THE END OF A CONFERENCE IN SUBURBAN BAD GODESBERG, AMOUNTED TO A PLEA FOR NO COMPROMISE AND STANDING PAT AND TOUGH. IT GAVE OVERT EXPRESSION TO UNDERCURRENTS OF CONCERN THAT HAVE BEEN SPREADING THROUGH BONN AND BERLIN FOR WEEKS.

RECENT DECLARATIONS BY U.S. SECRETARY OF STATE CHRISTIAN A. HERTER HAVE HEIGHTENED THIS CONCERN. HERTER SPOKE OF THE POSSIBILITY OF WORKING OUT A NEW STATUS FOR BERLIN WITH THE UNITED NATIONS PLAYING A LARGER ROLE.

ADENAUER HAS BEEN PORTRAYED AS WORRIED. HE SENT HIS AMBASSADOR IN WASHINGTON, WILHELM GREWE, AROUND TO THE STATE DEPARTMENT TO EXPRESS HIS CONCERN. AFTER THAT, ADENAUER WAS REPORTED TO HAVE PRONOUNCED HIMSELF SATISFIED THAT THE UNITED STATES AND HER WESTERN PARTNERS WERE STANDING FAST ON BERLIN.

BUT ADENAUER'S AIDES WERE BUSY OVER THE WEEKEND PASSING THE WORD THAT THE CHANCELLOR IS STILL DISTURBED. OFFICIALS AT THE U.S. EMBASSY HERE TALKED WITH FOREIGN OFFICE LEADERS IN AN EFFORT TO CONVINCE THEM AMERICAN POLICIES REALLY ARE UNCHANGED AND NO ONE IS PREPARING TO SELL OUT BERLIN IN ORDER TO ACHIEVE AN EAST-WEST SETTLEMENT.

R459PES

A77 (280)

KATMANDU, NEPAL, NOV. 29 (AP)-PREMIER KOIRALA REJECTED TODAY THE IDEA THAT INDIA COULD DECIDE ON ITS OWN TO COME TO NEPAL'S AID IN CASE OF AGGRESSION.

KOIRALA COMMENTED AT A NEWS CONFERENCE ON PRIME MINISTER NEHRU'S STATEMENT TO INDIA'S PARLIAMENT FRIDAY WARNING RED CHINA THAT ANY ATTACK ON THIS HIMALAYAN KINGDOM WOULD BE CONSIDERED AGGRESSION AGAINST INDIA.

"WE ARE AT PEACE WITH EVERYBODY AND WE DO NOT APPREHEND ANY DANGER FROM ANY QUARTER," KOIRALA SAID.

THIS RATHER COOL RECEPTION TO NEHRU'S STATEMENT WAS REGARDED AS IN LINE WITH KOIRALA'S EFFORTS TO KEEP OUT OF THE HOT DISPUTE BETWEEN INDIA AND RED CHINA OVER THE BORDER LINE BETWEEN INDIA AND TIBET.

"I TAKE SRI (MR.) NEHRU'S STATEMENT AS AN EXPRESSION OF FRIENDSHIP THAT IN CASE OF AGGRESSION AGAINST NEPAL INDIA WOULD SEND HELP IF SUCH HELP IS EVER SOUGHT," THE PREMIER SAID. "IT COULD NEVER BE TAKEN AS SUGGESTING THAT INDIA COULD TAKE UNILATERAL ACTION."

ACTUALLY, THE PREMIER SAID NEHRU'S STATEMENT SIMPLY REAFFIRMED THE INDIAN-NEPALESE TREATY OF 1950. INDIAN OFFICIALS HAVE TAKEN A SIMILAR VIEW.

THE TREATY PROVIDES THAT "NEITHER GOVERNMENT SHALL TOLERATE ANY THREAT TO THE SECURITY OF THE OTHER BY A FOREIGN AGGRESSOR AND TO DEAL WITH ANY SUCH THREAT BOTH GOVERNMENTS SHALL CONSULT WITH EACH OTHER AND DEVISE COUNTERMEASURES TO MEET SUCH A THREAT."

"NEPAL IS A FULLY SOVEREIGN INDEPENDENT NATION," KOIRALA DECLARED.

30.24-9355

"IT DECIDES ITS EXTERNAL AND HOME POLICY ACCORDING TO ITS OWN JUDGMENT AND ITS OWN LIKING WITHOUT REFERRING TO ANY OUTSIDE AUTHORITIES. OUR TREATY OF PEACE AND FRIENDSHIP WITH INDIA AFFIRMS THIS. THERE CAN NEVER BE ANY DOUBT ABOUT OUR SOVEREIGNTY AND INDEPENDENCE."

KOIRALA IS VISITING NEW DELHI JAN. 24 AT NEHRU'S INVITATION.

THE NEPAL GOVERNMENT ANNOUNCED TODAY APPOINTMENT OF ONE OF ITS LEADING MILITARY COMMANDERS, MAJ. GEN. PURAN SINGH AS GOVERNOR OF JUMLA DISTRICT IN NORTHWEST NEPAL, BORDERING TIBET. REPORTS REACHING HERE SAY THERE HAVE BEEN RED CHINESE INCURSIONS INTO JUMLA DISTRICT, BUT OFFICIAL CONFIRMATION IS LACKING.

DA427PES

A52WX

(420) FIRST LEAD FOREIGN AID

WASHINGTON, NOV. 29 (AP)-PRESIDENT EISENHOWER HAS DECIDED TO ASK CONGRESS FOR A NEW FOREIGN AID APPROPRIATION OF SLIGHTLY MORE THAN FOUR BILLION DOLLARS, INCLUDING A SUBSTANTIAL INCREASE IN FUNDS FOR MILITARY ASSISTANCE.

ADMINISTRATION OFFICIALS REPORTED TODAY THE PRESIDENT'S DECISION BASICALLY WAS MADE LAST THURSDAY.

IT REPRESENTS A VICTORY FOR ADVOCATES OF A CONTINUED HIGH LEVEL OF FOREIGN AID OVER THOSE IN THE ADMINISTRATION WHO HAVE BEEN MORE CONCERNED WITH CUTTING COSTS IN AN EFFORT TO APPROACH A BALANCED BUDGET.

IN ESSENCE IT MEANS A TRIUMPH FOR THE STATE AND DEFENSE DEPARTMENT FOREIGN AID PLANNERS IN THEIR STRUGGLE WITH THE EXPENSE TRIMMERS OF THE BUDGET BUREAU AND THE TREASURY DEPARTMENT.

THE DECISION ALSO APPEARS TO REFLECT A CONVICTION ON EISENHOWER'S PART THAT SOVIET PREMIER NIKITA S. KHRUSHCHEV'S CAMPAIGN FOR "PEACEFUL COEXISTENCE" AND EISENHOWER'S OWN DRIVE TO EASE EAST-WEST TENSION DOES NOT WARRANT THE SLIGHTEST RELAXATION OF EFFORT BY THE UNITED STATES, ITS ALLIES AND THE OTHER FREE NATIONS IT HELPS.

THE PRESIDENT'S ACTION CLEARS HIS DESK OF A PRESSING AND IMPORTANT ISSUE THAT HAD TO BE RESOLVED BEFORE HE LEAVES THURSDAY ON HIS GOODWILL TRIP ABROAD.

ALSO BEFORE HE LEAVES EISENHOWER MAY DISPOSE OF ANOTHER BUT NOT SO PRESSING FOREIGN AID MATTER. THIS WOULD BE TO RELEASE CLOSE TO 60 MILLION DOLLARS IN U.S. ARMS AID FOR LATIN AMERICAN NATIONS.

EISENHOWER'S DECISION ON THE NEW FOREIGN AID APPROPRIATION MEANS THAT IN THE COUNTRIES HE VISITS NEXT MONTH WHICH RELY ON SUBSTANTIAL U.S. HELP FOR THEIR ECONOMIC GROWTH, THE PRESIDENT'S COMMITMENT TO A SUSTAINED AID PROGRAM WILL NOT BE IN QUESTION.

THE APPROPRIATION SCHEDULE NOW BEING DEVELOPED IS FOR PRESENTATION TO CONGRESS EARLY IN THE 1960 SESSION. THE AID TOTAL, OFFICIALS INDICATED, IS TO BE ABOUT \$4,100,000,000, DIVIDED ALMOST EVENLY BETWEEN ECONOMIC AND MILITARY ASSISTANCE.

AT THE LAST SESSION OF CONGRESS THE EISENHOWER ADMINISTRATION REQUESTED A MILITARY AID APPROPRIATION OF \$1,600,000,000. CONGRESS VOTED \$1,300,000,000. THUS THE NEW TOTAL REPRESENTS A CONSIDERABLE INCREASE AS FAR AS THE ADMINISTRATION'S REQUEST GOES.

THE TWO BILLION APPROVED FOR ECONOMIC AID WAS SAID TO INCLUDE MONEY FOR DEFENSE SUPPORT, FOR THE DEVELOPMENT LOAN FUND, FOR TECHNICAL COOPERATION AND SIMILAR PURPOSES RELATED TO THE ECONOMIC WELFARE OF UNDERDEVELOPED COUNTRIES.

FUNDS FOR DEFENSE SUPPORT GO TO A DOZEN NATIONS WHICH ARE MAINTAINING MILITARY PROGRAMS FOR DEFENSE AGAINST COMMUNIST POWER (LIKE SOUTH VIE) IN THEIR ECONOMIES.

KOREA) BUT WHOSE ECONOMIES ARE NOT STRONG ENOUGH TO SUPPORT SUCH EFFORTS WITHOUT HELP.

LAST SESSION THE PRESIDENT ASKED CONGRESS FOR \$3,900,000,000 IN NEW FUNDS. CONGRESS CUT THIS BY 700 MILLION DOLLARS.

EISENHOWER'S EXPECTED RELEASE OF ARMS AID FUNDS FOR LATIN AMERICAN COUNTRIES WILL BE BASED ON HIS FINDING THAT SUCH ASSISTANCE IS IMPORTANT TO WESTERN HEMISPHERE DEFENSE.

THE PRESIDENT IS REQUIRED BY LAW TO EXAMINE THE ENDS TO WHICH U.S. MILITARY AID IN LATIN AMERICA IS PUT, AND THE PART THAT SUCH EQUIPMENT PLAYS IN DEFENSE OF THE HEMISPHERE FROM ANY OUTSIDE ATTACK.

THE LAW SPECIFIES THAT SUCH AID CANNOT NORMALLY BE GIVEN FOR INTERNAL SECURITY REQUIREMENTS; THAT IS, THAT IT CANNOT BE GIVEN TO PUT DOWN DOMESTIC REVOLTS.

THE COUNTRIES RECEIVING THE AID, AS WELL AS THE AMOUNTS THEY RECEIVE, ARE NOT PUBLICLY DISCLOSED. THE DETAILS ARE WORKED OUT BY THE DEPARTMENTS OF DEFENSE AND STATE AND ARE KEPT SECRET.

IT IS BELIEVED, HOWEVER, THAT OF THE 57 MILLION DOLLARS TO BE MADE AVAILABLE IN THE FISCAL YEAR ENDING NEXT JUNE 30, SOME 20 MILLION OR MORE WILL GO TO BRAZIL.

THIS IS UNDER A 1957 AGREEMENT BY WHICH THE UNITED STATES IS TO SUPPLY ADDITIONAL EQUIPMENT IN VIEW OF THE NEW RESPONSIBILITIES ASSUMED BY BRAZIL IN PERMITTING THE UNITED STATES TO USE THE ISLAND OF FERNANDO DO NORONHA AS A MISSILE TRACKING STATION.

A PORTION OF THE REMAINING APPROPRIATION, IT IS BELIEVED, WILL GO TO HELP PAY THE COST OF REFITTING A NUMBER OF SMALL NAVAL VESSELS WHICH ARE TO BE LEASED TO SPECIFIED LATIN AMERICAN NATIONS, INCLUDING BRAZIL, ARGENTINA, CHILE, PERU AND COLOMBIA.

(EDITORS: THE FOLLOWING 6 GRAFS ARE EMBARGOED FOR USE AT 6:30 P.M. EST.)

THE COMMERCE DEPARTMENT REPORTED MEANWHILE THAT ALL FOREIGN NATIONS RECEIVED \$4,571,000,000 IN GIFTS AND LOANS FROM THE UNITED STATES IN THE 1959 FISCAL YEAR WHICH ENDED LAST JUNE 30.

THIS WAS 6 PER CENT BELOW THE FISCAL 1958 TOTAL OF \$4,887,000,000. THE 1959 FIGURE WOULD HAVE BEEN 150 MILLION DOLLARS HIGHER EXCEPT THAT WEST GERMANY REPAYED THAT AMOUNT AHEAD OF SCHEDULE DURING THE 12 MONTHS.

THE TOTAL FIGURES FOR GIFTS AND LOANS REPRESENT WHAT IS LEFT AFTER SUBTRACTING ALL REPAYMENTS AND RECOVERIES. REPAYMENTS CAME TO 846 MILLION DOLLARS IN FISCAL 1959 COMPARED WITH 718 MILLION THE YEAR BEFORE.

NET OUTLAYS FOR MILITARY AID TOTALD \$2,162,000,000--A DROP OF 236 MILLION DOLLARS. NONMILITARY ITEMS INCREASED BY 48 MILLION DOLLARS TO \$3,255,000,000.

WESTERN EUROPE RECEIVED 706 MILLION DOLLARS OF AID IN FISCAL 1959 COMPARED WITH \$1,162,000,000 THE YEAR BEFORE. ALL OF THIS REPRESENTED MILITARY ASSISTANCE.

THE REGIONS RECEIVING THE BIGGEST AID TOTAL WERE THE NEAR EAST, AFRICA AND SOUTH ASIA. THEY RECEIVED \$1,539,000,000 COMPARED WITH \$1,358,000,000 THE YEAR BEFORE. ONLY ONE-THIRD OF THIS WAS IN MILITARY AID.

EH1251PES

A80 (170)

BERLIN, NOV. 29 (AP)- JEERING AND WHISTLING GROUP OF EAST BERLIN YOUTHS STIRRED UP A MINOR RIOT TONIGHT AT THEIR CITY'S ANNUAL CHRISTMAS FAIR. COMMUNIST POLICE BROKE IT UP WITH SWINGING CLUBS.

THE DISTURBANCE LASTED ABOUT 20 MINUTES. THERE WERE NO INDICATIONS THAT ANYONE WAS INJURED SERIOUSLY.

THE YOUTHS STARTED THEIR JEERING AND WHISTLING AS IF ON PRE-ARRANGED SCHEDULE. THEN ABOUT 100 LEATHER-JACKETED TEEN-AGERS JOINED HANDS AND RUSHED THE CROWDED FAIR, HOWLING AND CHEERING.

POLICE MOVED IN QUICKLY TO DISPERSE THE GROUP, BUT THE WHISTLING AND JEERING SPREAD AND SOON YOUTHS THROUGHOUT THE FAIR WERE FORMING LITTLE KNOTS AND HOOTING AT THE POLICE.

MORE POLICE CAME UP. WHEN THE YOUTHS TALKED BACK, THE COPS BEGAN SWINGING THEIR CLUBS.

AT THIS POINT, A POLICE CAR AND A POLICE TRUCK ROLLED INTO THE CENTER OF THE DISTURBANCE AND THE YOUTHS DISPERSED.

ALL TOLD ABOUT TWO DOZEN POLICE AND ROUGHLY 500 TEEN-AGE BOYS WERE INVOLVED. THE AFFAIR TOOK PLACE IN THE SHADOW OF A GIANT CHRISTMAS TREE AND A LARGE ELECTRIC SIGN WHICH SAID:

"SOCIALISM IS PEACE."

THE REASON FOR THE DISTURBANCE WAS NOT IMMEDIATELY KNOWN.

R439PES

B3 Q

(180)

TOKYO, NOV. 29 (AP)-A HIGH RANKING SOVIET FISHERY OFFICIAL VISITING HOKKAIDO, JAPAN'S NORTHERNMOST MAIN LAND, HAS HINTED RUSSIA IS PLANNING TO BAN OR FURTHER RESTRICT JAPANESE SALMON FISHING IN SOVIET FAR EASTERN COASTAL WATERS NEXT YEAR.

E. M. KOROKHIN, LEADER OF A FOUR-MAN SOVIET FISHERY INSPECTION MISSION, TOLD NEWSMEN YESTERDAY AT HOKKAIDO'S SOUTHERN PORT CITY OF HAKODATE THE BAN PROBABLY WILL APPLY TO KAMCHATKA SEAS AND RIVERS.

HE REPEATED SOVIET CHARGES THAT JAPAN IS EXCEEDING SALMON HAULS IN MOSCOW'S SALMON FISHERY PLANS FOR 1960.

KOROKHIN, HEAD OF SOVIET RUSSIA'S KAMCHATKA MARINE RESEARCH INSTITUTE, URGED THE JAPANESE TO REFRAIN FROM CATCHING TOO MANY SALMON AND HELP SOVIET RUSSIA HALT WHAT THE RUSSIANS CALL A "YEARLY DECREASE IN SALMON RESOURCES."

THE JAPANESE DO NOT AGREE WITH THE RUSSIANS THAT SALMON STOCK IS DROPPING, ALTHOUGH THEY EMPHASITICALLY AGREE THAT CONSERVATION MEASURES SHOULD BE ADOPTED.

FISHERY OFFICIALS HERE INTERPRET KOROKHIN'S STATEMENTS AS A BAROMETER OF WHAT TO EXPECT WHEN THE SOVIET-JAPANESE TALKS OPEN IN MOSCOW IN JANUARY.

EACH YEAR THE RUSSIANS HAVE CUT JAPAN'S SALMON HAUL. IN 1956 IT WAS CUT TO 142,000 TONS, IN 1957 TO 120,000, IN 1958 TO 110,000 AND IN 1959 TO 85,000 TONS.

TB432PES

6961
A13

DAMASCUS, SYRIA, NOV. 29 (AP)-THE DAMASCUS PRESS SAID TODAY AUTUMN MANEUVERS OF THE U.A.R. 1ST (SYRIAN) ARMY WERE A "TOTAL SUCCESS" WHICH PROVED THE ARMY'S ABILITY TO REPEL ANY FOREIGN INVASION.

THE PAPERS SAID THE EXERCISES WERE AIMED AT STOPPING SIMULATED ISRAELI AIR, LAND AND NAVAL ATTACK "WITH THE AIM OF OCCUPYING DAMASCUS." THE 1ST ARMY NEEDED ONLY 36 HOURS TO DRIVE THE "ENEMY FORCES" BACK, THE STORIES ADDED.

6961
A16

MOSCOW, NOV. 29 (AP)-ANASTAS I. MIKOYAN RETURNED TO MOSCOW TODAY, SAYING HE BROUGHT EXPRESSIONS OF SYMPATHY AND FRIENDSHIP FROM THE PEOPLE OF MEXICO. MIKOYAN, A FIRST DEPUTY PREMIER, SPENT 10 DAYS IN MEXICO, WITH THE MAIN AIM OF OPENING A SOVIET EXHIBITION IN MEXICO CITY.

RA1228PES

A97

OXFORD, ENGLAND, NOV. 29 (AP)-ABOUT 700 PERSONS TODAY TOOK PARK IN AN EIGHT-HOUR MARCH PROTESTING FLIGHTS OF NUCLEAR WEAPON CARRYING PLANES FROM THE U.S. AIR BASE AT BRIZE NORTON.

THE MARCHERS, LED BY A JAZZ BAND, INCLUDED STUDENTS FROM OXFORD, CAMBRIDGE AND OTHER UNIVERSITIES. THE PROTEST WAS ORGANIZED BY THE OXFORD AREA COMMITTEE FOR NUCLEAR DISARMAMENT.

BEFORE THE MARCH TO OXFORD, 50 OF THE PROTESTERS PARADED FOR 24 HOURS AT THE MAIN GATE OF THE AIR BASE. THEY CARRIED A BANNER WHICH SAID: "U.S. FRIENDSHIP NOT U.S. BOMBS."

FV540PES

30.24-9352

End. November 29, 1959